



City of NORFOLK

C: Dir., Office of Budget and Strategic Planning

To the Honorable Council
City of Norfolk, Virginia

December 15, 2015

From: Betty J. Meyer, Acting Director of Budget and
Strategic Planning

Subject: An ordinance to amend the
Fiscal Year 2016 Capital Improvement
Program (CIP) Budget

Reviewed: Sabrina Joy Hogg
Sabrina Joy-Hogg, Deputy City Manager

Ward/Superward: Citywide

Approved: Marcus D. Jones
Marcus D. Jones, City Manager

Item Number: **PH-17**

I. **Recommendation:** Adopt Ordinance

II. **Applicant:** City of Norfolk

Description:

This agenda item includes an ordinance to amend the Fiscal Year 2016 CIP Budget to appropriate and authorize the expenditure of an additional \$13.5 million for two new capital improvement projects.

Capital projects outlined below support economic development initiatives:

Capital Project Adjustments			
Project	Type	Priority Area	Amount
Acquire Parking Garage	Acquisition	Economic Vitality and Workforce Development	\$10,000,000
Support Economic Development	Redevelopment	Economic Vitality and Workforce Development	\$3,500,000
		Total	\$13,500,000

III. **Analysis**

Funds available for this amendment are anticipated to come from the issuance of bonds to provide \$13.5 million for the capital projects listed in this ordinance.

IV. **Financial Impact**

This amendment adds \$13.5 million to the previously amended and approved FY 2016 CIP Budget resulting in an 8.6 percent increase bringing the total from \$157,705,200 to \$171,205,200. Debt service for the bonds issued for the purchase of the parking garage will be supported from the revenue generated by the parking system. Additionally, the debt service for the purchase of the economic development initiative will be supported from the cigarette tax revenue generated

from the five cent tax increase approved by City Council in FY 2015. No additional General Fund dollars are anticipated to be needed in support of the debt service payments.

V. **Environmental**

N/A

VI. **Community Outreach/Notification**

Pursuant to the *Code of Virginia* and *Norfolk City Charter*, this agenda item requires a public hearing. As such, a public hearing notice was published in *The Virginian-Pilot* on December 8, 2015 and the public hearing will be held on December 15, 2015.

VII. **Board/Commission Action**

N/A

VIII. **Coordination/Outreach**

This letter and ordinance have been coordinated with the Office of Budget and Strategic Planning, the Department of Finance, and the City Attorney's Office.

Supporting Material from the City Attorney's Office:

- Ordinance

Form and Correctness Approved.

By [Signature]
Office of the City Attorney

Contents Approved:

By [Signature]
DEPT. Budget & Strategic Planning

Pursuant to Section 72 of the City Charter, I hereby certify that the money required for this item is in the city treasury to the credit of the fund from which it is drawn and not appropriated for any other purpose.

\$ 13,500,000⁰⁰ Various
Account 12/4/15
Director of Finance Date

NORFOLK, VIRGINIA

ORDINANCE No.

AN ORDINANCE TO AMEND AND REORDAIN SECTIONS 1 AND 2 OF THE CAPITAL IMPROVEMENT PROGRAM BUDGET FOR THE FISCAL YEAR 2016, SO AS TO ESTABLISH FUNDING FOR ADDITIONAL CAPITAL IMPROVEMENT PROJECTS IN THE AMOUNT OF \$13,500,000, AND TO PROVIDE THE FUNDS THEREFOR FROM THE ISSUANCE OF BONDS.

WHEREAS, Council desires to further amend the Capital Improvement Plan Budget for the City for the fiscal year beginning July 1, 2015 and ending on June 30, 2016, so as to establish two new capital projects and provide the funding therefor, said projects being known as "Support Economic Development" in the sum of Three Million Five Hundred Thousand Dollars (\$3,500,000), and "Acquire Parking Garage" in the sum of Ten Million Dollars (\$10,000,000); and to authorize an additional expenditure for said projects from an issuance of bonds in the amount of \$13,500,000; now therefore,

BE IT ORDAINED by the Council of the City of Norfolk:

Section 1:- That Sections 1 and 2 of the Fiscal Year 2016 Capital Improvement Plan Budget Ordinance #45,956, adopted by Council on May 19, 2015, and previously amended by Ordinance #46,080 adopted by Council on October 13, 2015, effective from and after July 1, 2015, are hereby amended and reordained so as to,

establish two new capital projects and provide the funding therefor, said projects being known as "Support Economic Development" in the amount of Three Million Five Hundred Thousand Dollars (\$3,500,000), and "Acquire Parking Garage" in the amount of Ten Million Dollars (\$10,000,000), such sections to read as follows:

Section 2:- That the capital projects set forth below in the Capital Improvement Plan for the fiscal year beginning on July 1, 2015 and ending on June 30, 2016, submitted by the City Manager under date of April 14, 2015, as previously amended by City Council on October 13, 2015, are hereby approved and the amounts herein set forth aggregating \$171,205,200, or so much thereof as may be necessary, as set forth in the Capital Improvement Plan Budget for the fiscal year July 1, 2015 to June 30, 2016, are hereby appropriated for the purposes hereinafter set out in the following subparagraph:

A. Capital Improvement Projects

<u>Number</u>	<u>Title</u>	<u>Approved Amount</u>
General Capital		
1	Address School Major Maintenance	3,750,000
2	Address Street Flooding Citywide	1,500,000
3	Build Broad Creek Library	9,000,000
4	Construct Camp Allen Elementary School	11,886,000
5	Construct or Renovate Schools	59,000,000
6	Continue Scope Arena Improvements (PA)	750,000
7	Control Beach Erosion	500,000
8	Develop Bicycle, Pedestrian Greenways, Sharrows, and Complete Streets	750,000
9	Enhance Signals and Intersections	200,000
10	Fund ADA Master Plan for City Facilities	150,000
11	Fund Chrysler Museum Capital Campaign Match	850,000
12	Fund Preliminary Engineering	3,359,000
13	Implement Fire-Rescue Facility Plan	5,125,000
14	Implement RPOS Master Plan	600,000
15	Improve Citywide Dredging and Waterways	350,000
16	Improve Community and Neighborhood Parks	500,000
17	Improve Cultural Facilities (PA)	250,000
18	Improve Denby Park Neighborhood	500,000
19	Improve Downtown Corridor Streetscaping	100,000
20	Improve Existing Community Centers	450,000

21	Improve Fairmount Park Infrastructure	950,000
22	Improve HVAC Systems Citywide	200,000
23	Improve Infrastructure and Acquire Property	1,000,000
24	Improve Neighborhood Streets - Major	600,000
25	Improve Roof Repair and Moisture Protection	250,000
26	Improve Street Lights	100,000
27	Maintain Municipal Facilities	3,000,000
28	Maintain USS Wisconsin BB-64	500,000
29	Renovate Virginia Zoo Farm and Reptile House	700,000
30	Repair and Maintain Bridges - Minor	250,000
31	Repair and Replace Bridges - Major	1,000,000
32	Repair Neigh. Sts/Sidewalks/Walkways	500,000
33	Revitalize, Redevelop, and Conserve Neighborhoods	2,500,000
34	Support Boxing Facility at Harbor Park	2,000,000
35	Support Career and Technical Education	1,000,000
36	Support Citywide Public Art	250,000
37	Chesapeake Boulevard Pedestrian Crossing	200,000
38	Improve Chelsea Neighborhood Infrastructure	100,000
39	Improve Arts District Infrastructure	200,000
40	Implement Five Points Better Block Plan	300,000
41	Implement Ocean View Traffic Calming	200,000
42	Implement Southside Neighborhood Plan	300,000
43	Implement Poplar Hall Drive Pedestrian Improvement	250,000
44	Support Economic Development	3,500,000
Total General Capital		119,420,000
Parking Facilities		
45	Maintain Parking Facilities	2,900,000
46	Acquire Parking Garage	10,000,000
Total Parking Facilities		12,900,000
Storm Water Utility		
47	Create Citywide Flooding Reserve	1,315,200
48	Improve Storm Water Quality	950,000
49	Improve Storm Water System	600,000
50	Improve Storm Water Waterfront Facilities	500,000
51	Reduce Neighborhood Flooding	1,450,000
52	Support Campostella Landfill Post Closure Requirements	1,500,000
Total Storm Water Utility		6,315,200
Wastewater Utility		
53	Improve Wastewater Collection System	17,000,000
Total Wastewater Utility		17,000,000

Water Utility

54 Implement Meter Change-Out Program	150,000
55 Improve Water Pipeline Infrastructure	12,700,000
56 Rehabilitate Reservoirs Systemwide	1,050,000
57 Replace Master Meters	120,000
58 Upgrade Moores Bridges Water Treatment Plant	1,500,000
59 Upgrade Northstar Billing System	50,000
Total Water Utility	15,570,000
Grand Total	171,205,200

Section 3:- That in order to provide the funds heretofore appropriated, cash in the aggregate principal sum of \$21,674,304 is authorized to be expended. Of such sum, \$11,727,966 is for General Capital Improvement Projects, which is comprised of \$300,000 of proceeds from the sale of land, \$2,079,166 transferred from the General Fund, \$2,200,000 transferred from the General Fund, \$6,148,800 transferred from the School Fund, and \$1,000,000 transferred from the Public Amenities Fund; \$2,900,000 is for Parking Facilities Fund Projects; and \$5,350,000 is for Water Utility Fund Projects; and \$1,696,338 for Storm Water Utility Fund Projects, of which \$381,138 was previously authorized cash. Previously approved, but unissued, bonds in the aggregate principal sum of \$4,430,424 are reappropriated for General Capital Improvement Projects, and therefore bonds of the City of Norfolk in the aggregate principal sum of \$149,530,896 are hereby authorized to be issued from time to time in such form and with such terms as shall be established pursuant to future ordinances, of which \$107,692,034 is for General Capital Improvement Projects, \$10,000,000 is for Parking Facilities Fund Projects, \$4,618,862 is for Storm Water Utility Fund Projects, \$17,000,000 is for Wastewater Utility Fund Projects and \$10,220,000 is for Water Utility Fund Projects. Further, that \$7,500,000 of cash funding previously authorized from the Public Amenities Fund for General Capital Improvement Projects hereby reverts to the Public Amenities Fund, and funding for \$40,000,000 of the City's previously authorized, but unissued, Water Utility Fund Projects is hereby converted to cash funding and is hereby appropriated.

Section 4:- That in all other respects, Ordinance #45,956, as amended by Ordinance #46,080, shall remain in full force and effect.

Section 5:- That this ordinance shall be in effect from and after its adoption.